FISH & RICHARDSON P.C.

Frederick P. Fish 1855-1930

W.K. Richardson 1859-1951

VIA ELECTRONIC FILING

July 16, 2008

The Honorable Joseph J. Farnan, Jr. United States District Court for the District of Delaware 844 King Street Wilmington, DE 19801 Suite 1100 919 N. Market Street P.O. Box 1114 Wilmington, Delaware 19899-1114

Telephone 302 652-5070

Facsimile 302 652-0607

Web Site www.fr.com

Re: NICE Systems, Inc. & NICE Systems Ltd. v. Witness Systems, Inc. U.S.D.C. (D. Del.) – Civil Action No. 1:06-CV-00311-JJF



ATLANTA

AUSTIN

BOSTON

DELAWARE

MUNICH

NEW YORK

SAN DIEGO

SILICON VALLEY

TWIN CITIES

WASHINGTON, DC

Dear Judge Farnan:

With regard to the above-referenced action, the parties wish to notify the Court that they have reached an agreement in principle to resolve this action, as well as all other co-pending litigations. The parties are finalizing the specific terms of the agreement now and will notify the Court within ten (10) days if their agreement has not been completed.

Respectfully,

/s/ William J. Marsden, Jr.

William J. Marsden, Jr.

WJM:db

cc: Melanie K. Sharp, Esq. Scott G. Lindvall, Esq. Joseph M. Drayton, Esq. Josh A. Krevitt, Esq.